

# **House of Representatives**

## File No. 786

## General Assembly

January Session, 2021

(Reprint of File No. 262)

Substitute House Bill No. 6442 As Amended by House Amendment Schedule "A"

Approved by the Legislative Commissioner June 4, 2021

#### AN ACT CONCERNING EQUITABLE ACCESS TO BROADBAND.

Be it enacted by the Senate and House of Representatives in General Assembly convened:

- Section 1. (NEW) (*Effective July 1, 2021*) As used in this section and sections 2 to 8, inclusive, of this act:
  - (1) "Broadband Internet access service" means a mass-market retail service by wire that provides the capability to transmit data to and receive data from all or substantially all Internet endpoints, including any capabilities that are incidental to and enable the operation of the communications service, but excluding dial-up Internet access service;
  - (2) "Broadband Internet access service provider" means any person or entity that provides broadband Internet access service through facilities occupying public highways or streets authorized by the Public Utilities Regulatory Authority, including through a certificate of public convenience and necessity, a certificate of video franchise authority, a certificate of cable franchise authority, or as a certified

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14 telecommunications provider;

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- 15 (3) "Digital equity" means a condition in which all individuals and 16 communities have the information technology capacity needed for 17 participation in society, democracy and the economy of the state;
- 18 (4) "Digital literacy" means the ability to use information and 19 communication technologies to find, evaluate, create and communicate 20 information, requiring both cognitive and technical skills;
- 21 (5) "Distressed municipality" has the same meaning as provided in 22 section 32-9p of the general statutes;
  - (6) "Shapefile" means a digital storage format containing geospatial or location-based data and attribute information (A) regarding the availability of broadband Internet access service, and (B) that can be viewed, edited, and mapped in geographic information system software; and
  - (7) "Unserved area" means an area, not larger than a United States census block, as determined in accordance with the most recent United States census, identified on the broadband map developed pursuant to section 2 of this act, where broadband Internet access service with download speeds of at least twenty-five megabits per second and upload speeds of at least three megabits per second is not available from at least one broadband Internet access service provider.
- 35 Sec. 2. (NEW) (Effective July 1, 2021) (a) The Office of Policy and 36 Management shall, in accordance with sections 4d-90 and 4-67p of the 37 general statutes and in consultation with other state agencies deemed 38 appropriate by the Secretary of the Office of Policy and Management, 39 develop and maintain an up-to-date broadband map, with 40 accompanying data, showing the availability and adoption of 41 broadband Internet access service, including broadband Internet 42 download and upload speeds, in the state. The Office of Policy and 43 Management may rely on credible and relevant data, as determined by 44 the Secretary of the Office of Policy and Management, provided by

broadband Internet access service providers, state agencies, political subdivisions of the state and other third parties, including, but not limited to, broadband Internet access service consumers, in the development and maintenance of said map. The Secretary of the Office of Policy and Management may employ outside consultants in the development and maintenance of said map.

- (b) On or before December 1, 2022, and each year thereafter, the Secretary of the Office of Policy and Management shall publish said upto-date broadband map on the Office of Policy and Management's Internet web site.
- (c) (1) Each broadband Internet access service provider shall provide the Office of Policy and Management, in a form and manner prescribed by the Secretary of the Office of Policy and Management, with information required to develop and maintain an up-to-date broadband map showing the availability of broadband Internet access service and subscription data by broadband Internet speed offered by such provider.
- (A) Such information may be submitted in the form of a labeled shapefile that shall include (i) for each address or structure in the state at which service is available from the broadband Internet access service provider, the maximum advertised downstream bandwidth, maximum advertised upstream bandwidth and transmission technology, and (ii) for each area served by the broadband Internet access service provider, provided such area is not larger than a census block group, for each combination of advertised downstream and upstream bandwidth of the service as sold and transmission technology, the total number of connections and total number of consumer connections.
- (B) In prescribing the form and manner of the information submitted pursuant to this subsection, the Secretary of the Office of Policy and Management shall make reasonable efforts to conform with the Broadband Deployment Accuracy and Technological Availability Act, 47 USC 641 et seq., as amended from time to time, the Federal

77 Communications Commission rules adopted thereunder and the 78 Federal Communications Commission's Form 477 filing process.

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- (2) Any information provided by a broadband Internet access service provider pursuant to this subsection shall be deemed a trade secret and exempt from public disclosure pursuant to section 1-210 of the general statutes. Pursuant to a data sharing agreement, the Office of Policy and Management may provide such information to the Department of Energy and Environmental Protection, the Office of State Broadband and the Commission for Educational Technology for the purposes of administering the grant program and preparing the reports required under section 3 of this act, and shall not disclose such information to any nongovernmental individual or entity, other than an outside consultant employed pursuant to subsection (a) of this section or section 3 of this act, except: (A) In an aggregated form necessary to develop and maintain the map and data pursuant to subsection (a) of this section, or (B) with the permission of the broadband Internet access service provider. Any contract or data-sharing agreement entered into by the Office of Policy and Management with other governmental entities or outside consultants shall include a confidentiality agreement concerning the trade secret information obtained pursuant to this subsection.
- 98 (d) Each state agency and political subdivision of the state shall 99 provide all information requested by the Office of Policy and 100 Management for the purpose of developing and maintaining an up-to-101 date broadband map.
  - Sec. 3. (NEW) (*Effective July 1, 2021*) (a) On or before January 1, 2022, the Commissioner of Energy and Environmental Protection shall establish and administer a grant program, subject to the availability of federal funding, to support the deployment of broadband Internet access service. The commissioner shall establish criteria consistent with any requirement of federal law for the grants, including, but not limited to, (1) application requirements, (2) applicant eligibility, (3) addressing unserved areas in distressed municipalities, (4) broadband Internet

110 access service speed, and (5) an applicant's commitment to pay at least 111 twenty per cent of the costs for any project entered into pursuant to this 112 section with such applicant's own funding, provided such funding does 113 not derive from government grants, loans or subsidies to said applicant. 114 In awarding such grants, the commissioner may give priority to 115 applicants based on the percentage of said applicant's commitment to 116 cost sharing. The commissioner may deny applications from broadband 117 Internet access service providers that do not provide information to the 118 Office of Policy and Management pursuant to subsection (c) of section 2 119 of this act or to the Department of Energy and Environmental Protection 120 pursuant to subsection (b) of section 4 of this act. The commissioner may 121 employ outside consultants in developing and implementing said grant 122 program.

(b) On or before January 1, 2023, and every year thereafter for a period of five years after receiving a grant pursuant to this section, the recipient of such grant shall submit a report to the Commissioner of Energy and Environmental Protection concerning the status of such recipient's broadband Internet access service deployment and other information deemed relevant by the commissioner.

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129 (c) On or before December 1, 2022, and every two years thereafter, the 130 Department of Energy and Environmental Protection, in consultation 131 with the Office of Policy and Management, the Office of State 132 Broadband, the Commission for Educational Technology and other state 133 agencies deemed appropriate by the Commissioner of Energy and 134 Environmental Protection, shall report to the Governor concerning (1) 135 the grants awarded pursuant to this section, (2) the status and progress 136 made toward a state-wide goal of attaining universal access to (A) 137 broadband Internet download speeds of one gigabit per second; and (B) 138 broadband Internet upload speeds of one hundred megabits per second, 139 and (3) broadband Internet access service adoption rates, the price and 140 nonprice barriers to broadband adoption and digital equity. Such report 141 shall include recommendations to overcome any such barriers, 142 including, but not limited to, addressing issues of digital literacy and 143 affordability.

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Sec. 4. (NEW) (*Effective July 1, 2021*) (a) The Department of Energy and Environmental Protection shall maintain, on the department's Internet web site, a public listing of federal funding opportunities to facilitate the deployment of broadband Internet access service in the state.

- (b) Not later than ninety days after each such opportunity is listed, each broadband Internet access service provider shall notify the Department of Energy and Environmental Protection, in a form and manner prescribed by the department, to the extent permittable under applicable federal law, rules or guidelines, whether such provider applied or intends to apply for such opportunity.
- (1) If such provider applied or intends to apply for such opportunity, such provider shall notify the Department of Energy and Environmental Protection, in a form and manner prescribed by the department, of the municipalities where broadband deployment would be facilitated. Each broadband Internet access service provider that applies for such funding shall, to the extent permittable under federal law, rules or guidelines, provide the department with a copy of the application. Any application provided by such provider pursuant to this subparagraph shall be deemed a trade secret and exempt from public disclosure pursuant to section 1-210 of the general statutes.
  - (2) If such provider did not apply or does not intend to apply for such opportunity, such provider shall notify the Department of Energy and Environmental Protection, in a form and manner prescribed by the department, of the reasons for such determination to the extent permittable under applicable federal law, rules or guidelines.
  - Sec. 5. (NEW) (*Effective July 1, 2021*) (a) On or before January 1, 2022, the Public Utilities Regulatory Authority shall initiate an uncontested proceeding to develop a process for the construction of facilities in the public highways, streets or other public rights-of-way to ensure timely and nondiscriminatory procedures that accomplish conduit excavations for telecommunications service providers and broadband Internet

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access service providers. Upon application by the broadband Internet

- access service providers for the construction of underground facilities
- that will contain conduit for telecommunications service providers or
- 179 broadband Internet access service providers, the Public Utilities
- 180 Regulatory Authority shall condition any approval of such application
- 181 on the following:
- 182 (1) The size of such conduit shall be consistent with industry best
- 183 practices and sufficient to accommodate potential demand;
- 184 (2) Any handholes and manholes for fiber optic cable access and
- pulling with respect to each such practice shall be placed at intervals
- 186 consistent with industry best practices;
- 187 (3) Such conduit shall be installed with a pull tape and capabilities of
- 188 supporting additional fiber optic cable;
- 189 (4) The applicant shall notify telecommunications service providers
- 190 and broadband Internet access service providers of the proposed
- 191 excavation to reduce the potential for future street excavations in the
- 192 same location;
- 193 (5) Any requesting telecommunications service provider or
- 194 broadband Internet access service provider shall be able to access such
- 195 conduit on a competitively neutral and nondiscriminatory basis and for
- 196 a charge not to exceed a cost-based rate;
- 197 (6) The applicant shall report to the authority upon completion of any
- 198 approved construction verifying that it has complied with the
- 199 provisions of this subsection; and
- 200 (7) Any other condition deemed prudent and reasonable by the
- authority.
- (b) For excavations in the state highway rights-of-way, the applicant
- shall comply with the Department of Transportation's encroachment
- 204 permit process, including the payment of any applicable fees. Any
- application for construction in the public highways, streets or other

public rights-of-way shall require the applicant to install a conduit for the benefit of the Department of Transportation, as required by section 16-233 of the general statutes.

- (c) The Commissioner of Transportation is authorized to lease space, or enter into any other contract or agreement to permit access to such space, in any conduit installed by the Department of Transportation in the public highways, streets or other public rights-of-way on such terms and conditions, and for any purpose, deemed to be in the public interest by said commissioner.
- 215 (d) Nothing in this section shall be construed to limit the use of 216 conduit by the Department of Transportation on public highways, 217 streets or other public rights-of-way as otherwise permitted by law.
  - (e) All telecommunications service providers and broadband Internet access service providers that are authorized by the authority to install facilities in, under or over the public highways, streets or other public rights-of-way shall obey, observe and comply with this section and each applicable order made by the authority with respect to underground conduit. Failure to comply with this section or applicable orders of the authority may result in a civil penalty levied by the authority in accordance with section 16-41 of the general statutes. Any such fines shall not be recoverable costs in any rate proceeding conducted by the authority.
  - Sec. 6. (NEW) (*Effective July 1, 2021*) Each broadband Internet access service provider shall have the same right of access to an occupied building, as defined in section 16-247*l* of the general statutes, as afforded to certified telecommunications service providers under section 16-247*l* of the general statutes.
  - Sec. 7. (NEW) (Effective July 1, 2021) The State Building Inspector and the Codes and Standards Committee shall, in accordance with section 29-252b of the general statutes, revise the State Building Code to include provisions requiring buildings that qualify as a new construction or a major alteration of a commercial or multifamily building to include a

minimum infrastructure requirement to support broadband Internet access service. The State Building Inspector and the Codes and Standards Committee shall define such minimum infrastructure requirements in such revisions.

- Sec. 8. Section 16-49 of the general statutes is repealed and the following is substituted in lieu thereof (*Effective July 1, 2021*):
  - (a) As used in this section:

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(1) "Company" means (A) any public service company other than a telephone company, that had more than one hundred thousand dollars of gross revenues in the state in the calendar year preceding the assessment year under this section, except any such company not providing service to retail customers in the state, (B) any telephone company that had more than one hundred thousand dollars of gross revenues in the state from telecommunications services in the calendar year preceding the assessment year under this section, except any such company not providing service to retail customers in the state, (C) any certified telecommunications provider that had more than one hundred thousand dollars in the of gross revenues state telecommunications services in the calendar year preceding the assessment year under this section, except any such certified telecommunications provider not providing service to retail customers in the state, (D) any electric supplier that had more than one hundred thousand dollars of gross revenues in the state in the calendar year preceding the assessment year under this section, except any such supplier not providing electric generation services to retail customers in the state, or (E) any certified competitive video service provider issued a certificate of video franchise authority by the Public Utilities Regulatory Authority in accordance with section 16-331e that had more than one hundred thousand dollars of gross revenues in the state in the calendar year preceding the assessment year under this section, except any such certified competitive video service provider not providing service to retail customers in the state;

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(2) "Telecommunications services" means (A) in the case of telecommunications services provided by a telephone company, any service provided pursuant to a tariff approved by the authority other than wholesale services and resold access and interconnections services, and (B) in the case of telecommunications services provided by a certified telecommunications provider other than a telephone company, any service provided pursuant to a tariff approved by the authority and pursuant to a certificate of public convenience and necessity; and

- (3) "Fiscal year" means the period beginning July first and ending June thirtieth.
- (b) On or before July 15, 1999, and on or before May first, annually thereafter, each company shall report its intrastate gross revenues of the preceding calendar year to the Public Utilities Regulatory Authority, which amount shall be subject to audit by the authority. For each fiscal year, each company shall pay the authority the company's share of all expenses of the department's Bureau of Energy and Technology, the Office of Consumer Counsel, the Office of Policy and Management's expenses related to the duties under sections 2 and 3 of this act and the operations of the Public Utilities Regulatory Authority for such fiscal year. On or before September first, annually, the authority shall give to each company a statement which shall include: (1) The amount appropriated to the department's Bureau of Energy and Technology, the Office of Consumer Counsel, the Office of Policy and Management's expenses related to the duties under sections 2 and 3 of this act and the operations of the Public Utilities Regulatory Authority for the fiscal year beginning July first of the same year; (2) the total gross revenues of all companies; and (3) the proposed assessment against the company for the fiscal year beginning on July first of the same year, adjusted to reflect the estimated payment required under subdivision (1) of subsection (c) of this section. Such proposed assessment shall be calculated by multiplying the company's percentage share of the total gross revenues as specified in subdivision (2) of this subsection by the total revenue appropriated to the department's Bureau of Energy and Technology, the Office of Consumer Counsel, the Office of Policy and Management's

expenses related to the duties under sections 2 and 3 of this act and the operations of the Public Utility Regulatory Authority, as specified in subdivision (1) of this subsection.

- (c) Each company shall pay the authority: (1) On or before June thirtieth, annually, an estimated payment for the expenses of the following year equal to twenty-five per cent of its assessment for the fiscal year ending on such June thirtieth, (2) on or before September thirtieth, annually, twenty-five per cent of its proposed assessment, adjusted to reflect any credit or amount due under the recalculated assessment for the preceding fiscal year, as determined by the authority under subsection (d) of this section, provided if the company files an objection in accordance with subsection (e) of this section, it may withhold the amount stated in its objection, and (3) on or before the following December thirty-first and March thirty-first, annually, the remaining fifty per cent of its proposed assessment in two equal installments.
- (d) Immediately following the close of each fiscal year, the authority shall recalculate the proposed assessment of each company, based on the expenses, as determined by the Comptroller, of the department's Bureau of Energy and Technology, the Office of Consumer Counsel, the Office of Policy and Management's expenses related to the duties under sections 2 and 3 of this act and the operations of the Public Utilities Regulatory Authority for such fiscal year. On or before September first, annually, the authority shall give to each company a statement showing the difference between its recalculated assessment and the amount previously paid by the company.
- (e) Any company may object to a proposed or recalculated assessment by filing with the authority, not later than September fifteenth of the year of said assessment, a petition stating the amount of the proposed or recalculated assessment to which it objects and the grounds upon which it claims such assessment is excessive, erroneous, unlawful or invalid. After a company has filed a petition, the authority shall hold a hearing. After reviewing the company's petition and

testimony, if any, the authority shall issue an order in accordance with its findings. The company shall pay the authority the amount indicated in the order not later than thirty days after the date of the order.

- (f) The authority shall remit all payments received under this section to the State Treasurer for deposit in the Consumer Counsel and Public Utility Control Fund established under section 16-48a. Such funds shall be accounted for as expenses recovered from public service companies and certified telecommunications providers. All payments made under this section shall be in addition to any taxes payable to the state under chapters 211, 212, 212a and 219.
- (g) Any assessment unpaid on the due date or any portion of an assessment withheld after the due date under subsection (c) of this section shall be subject to interest at the rate of one and one-fourth per cent per month or fraction thereof, or fifty dollars, whichever is greater.
- (h) Any company that fails to report in accordance with this section shall be subject to civil penalties in accordance with section 16-41.

This act shall take effect as follows and shall amend the following				
sections:				
Section 1	July 1, 2021	New section		
Sec. 2	July 1, 2021	New section		
Sec. 3	July 1, 2021	New section		
Sec. 4	July 1, 2021	New section		
Sec. 5	July 1, 2021	New section		
Sec. 6	July 1, 2021	New section		
Sec. 7	July 1, 2021	New section		
Sec. 8	July 1, 2021	16-49		

The following Fiscal Impact Statement and Bill Analysis are prepared for the benefit of the members of the General Assembly, solely for purposes of information, summarization and explanation and do not represent the intent of the General Assembly or either chamber thereof for any purpose. In general, fiscal impacts are based upon a variety of informational sources, including the analyst's professional knowledge. Whenever applicable, agency data is consulted as part of the analysis, however final products do not necessarily reflect an assessment from any specific department.

#### **OFA Fiscal Note**

## State Impact:

Agency Affected	Fund-Effect	FY 22 \$	FY 23 \$
Policy & Mgmt., Off.	CC&PUCF - Cost	469,399	381,452
Policy & Mgmt., Off.	CC&PUCF -	469,399	381,452
	Revenue Gain		
Department of Energy and	FF - Cost	See Below	See Below
Environmental Protection			

Note: CC&PUCF=Consumer Counsel and Public Utility Control Fund; FF=Federal Funds

#### **Municipal Impact:** None

#### Explanation

The bill as amended establishes a grant program administered by the Department of Energy and Environmental Protection (DEEP) for the purpose of broadband deployment and requires the Office of Policy and Management (OPM) to develop statewide broadband mapping.

The bill results in a cost to OPM of \$469,399 in FY 22 and \$381,452 in FY 23 to hire consultants to assist with the development of the statewide broadband maps. The bill also results in a corresponding revenue gain to the Consumer Counsel and Public Utility Control (PUC) Fund by increasing existing assessments on public service companies to cover associated costs.

The grant program established is subject to the availability of federal funding and is therefore not anticipated to result in a cost to the General Fund or the PUC fund in FY 22 or FY 23. It is anticipated that DEEP will need to hire 3 staff members for the purpose of program development and grant administration at a cost of \$506,500 in FY 22 and \$521,700 in FY 23 to be funded by federal sources.

The American Rescue Plan Act of 2021 (ARPA) provides state funding specifically for the development of broadband infrastructure. Presumably, any such ARPA funding designated by the legislature would be used to fund administrative costs and grants provided to applicants of the program.

The bill also requires the State Building Inspector to revise the State Building Code. This provision does not result in a fiscal impact.

House "A" struck the underlying bill and results in the fiscal impact described above.

#### The Out Years

There is no anticipated cost in the outyears resulting from the bill, as developing broadband mapping is anticipated to be a one-time cost. Furthermore, ARPA funding is currently set to expire in FY 24. As the grant program is subject to available federal funding, the bill does not contemplate any costs borne by the State after such expiration.

The preceding Fiscal Impact statement is prepared for the benefit of the members of the General Assembly, solely for the purposes of information, summarization and explanation and does not represent the intent of the General Assembly or either chamber thereof for any purpose. In general, fiscal impacts are based upon a variety of informational sources, including the analyst's professional knowledge. Whenever applicable, agency data is consulted as part of the analysis, however final products do not necessarily reflect an assessment from any specific department.

## OLR Bill Analysis sHB 6442 (as amended by House "A")\*

#### AN ACT CONCERNING EQUITABLE ACCESS TO BROADBAND.

#### SUMMARY

This bill contains various provisions related to broadband Internet access service (referred to as "broadband service" below) and broadband Internet access service providers ("broadband providers"). Among other things, it:

- 1. requires the Office of Policy and Management (OPM) to develop and maintain an up-to-date broadband map with data showing the availability and adoption of broadband service;
- 2. requires the Department of Energy and Environmental Protection (DEEP) commissioner to establish and administer a grant program to support the deployment of broadband service, subject to the availability of federal funding;
- 3. requires (a) DEEP to maintain a public listing of federal funding opportunities to facilitate deploying broadband service and (b) broadband providers to notify DEEP if they intend to apply for the funding;
- 4. requires the Public Utilities Regulatory Authority (PURA) to impose certain requirements on broadband providers when they apply to build certain underground facilities (e.g., notifying other providers about the proposed excavation to reduce the potential for future street excavations in the same location);
- 5. gives each broadband provider the same right of access to an occupied building as telecommunications service providers have

under current law;

6. requires the State Building Code to be revised to require that new construction or major alterations of a commercial or multi-family building include a minimum infrastructure requirement to support broadband service; and

7. expands the annual assessment that supports the Public Utility Control Fund to also cover OPM's expenses related to developing the broadband map and data required by the bill.

Under the bill, "broadband Internet access service" is a mass-market retail service by wire that provides the capability to transmit data to, and receive data from, all or substantially all Internet endpoints, including any capabilities that are incidental to and enable the service's operation, but excluding dial-up Internet access service. A "broadband Internet access service provider" is an entity that provides broadband Internet access service through facilities occupying public highways or streets authorized by PURA, including through a certificate of public convenience and necessity, a certificate of video franchise authority, a cable franchise of authority, or as a certified telecommunications provider (see BACKGROUND).

\*House Amendment "A" adds the provisions on the grant program and federal funding opportunities to facilitate broadband deployment. Among other things, it also removes numerous provisions from the underlying bill, such as those that would have (1) required property owners to disclose their property's Internet speeds when they publicly list it for sale or rent, (2) allowed municipalities to use grants from the Local Capital Improvement Program to build a municipal broadband network, (3) generally expanded PURA's regulatory powers over broadband providers, (4) required broadband providers to refund customers for service outages that last more than 24 hours, (5) required PURA to develop a "one-touch make-ready" procedure for attaching additional equipment to utility poles; and (6) limited the days and times when a broadband provider can terminate a customer's service due to

delinquent payments.

EFFECTIVE DATE: July 1, 2021

#### § 2 — BROADBAND MAPPING

The bill requires OPM, in consultation with other state agencies that the OPM secretary deems appropriate, to develop and maintain an upto-date broadband map with accompanying data showing the availability and adoption of broadband service, including upload and download speeds, in the state. It must do this in accordance with the state laws on geospatial information systems and the state data plan. To develop and maintain the map, OPM may (1) rely on credible and relevant data, as the secretary determines, provided by broadband providers, state agencies, political subdivisions (e.g., municipalities), and other third parties, such as broadband service consumers, and (2) employ outside consultants to develop and maintain the map.

The bill requires (1) each state agency and political subdivision to provide all information requested by OPM to develop and maintain the broadband map and (2) OPM to begin annually publishing the map on its website by December 1, 2022.

#### **Provider Information**

The bill requires each broadband provider to provide OPM with information required to develop and maintain an up-to-date broadband map showing broadband service availability and subscription data by broadband Internet speed offered by the provider.

The information must include the maximum advertised downstream and upstream bandwidths and the transmission technology for each address or structure in the state at which service is available from the provider. For each area the provider serves, as long as it is not larger than a census block group, the information must also include the total number of connections and consumer connections for each combination of advertised downstream and upstream bandwidths of the service as sold and transmission technology.

The bill requires the OPM secretary to prescribe the form and manner for providing the information, but it explicitly allows the information to be submitted as a labeled shapefile. Under the bill, a "shapefile" is a digital storage format containing geospatial or location-based data and attribute information (1) on broadband service availability and (2) that can be viewed, edited, and mapped in geographic information system software.

The bill also requires the secretary, when prescribing the form and manner for providing the information, to make reasonable efforts to conform with the (1) federal Broadband Deployment Accuracy and Technological Availability Act (47 USC 641 et seq., as amended from time to time), (2) Federal Communications Commission's (FCC) rules adopted under that act, and (3) FCC's Form 477 filing process.

## Confidentiality

Under the bill, the information provided by the broadband providers must be deemed a trade secret and exempt from disclosure under the Freedom of Information Act (FOIA). OPM may provide the information, under a data sharing agreement, to DEEP, the Office of State Broadband, and the Commission for Educational Technology for administering the grant program (see § 3 below), but may not disclose it to a nongovernmental individual or entity other than an outside consultant employed as allowed under the bill. Any contract or data-sharing agreement entered into by OPM with other governmental entities or outside consultants must include a confidentiality agreement about the trade secret information under the bill.

The information may also be disclosed (1) in an aggregated form needed to develop and maintain OPM's broadband map and data described above or (2) with the broadband provider's permission.

#### § 3 — BROADBAND DEPLOYMENT GRANT PROGRAM

The bill requires the DEEP commissioner, by January 1, 2022, to establish and administer a grant program, subject to the availability of federal funding, to support the deployment of broadband service. It

allows the commissioner to employ outside consultants to develop and implement the program.

## Criteria for Awarding Grants

The commissioner must establish criteria for the grants consistent with any federal requirements for them. The criteria must at least include (1) application requirements; (2) applicant eligibility; (3) addressing unserved areas in distressed municipalities (see "BACKGROUND"); (4) broadband service speed; and (5) an applicant's commitment to pay at least 20% of the costs for a grant-eligible project with the applicant's own funding, as long as it does not derive from government grants, loans, or subsidies to the applicant.

Under the bill, an "unserved area" is an area (1) that is no larger than a U.S. census block, as determined in the most recent census, and (2) where no broadband provider offers broadband service with download speeds of at least 25 megabits per second and upload speeds of at least three megabits per second, as identified on OPM's broadband map.

The bill allows the commissioner, when awarding the grants, to prioritize applicants based on the percentage of their commitment to cost sharing. It also allows her to deny applications from broadband providers that do not provide information to OPM and DEEP as required by the bill (see § 2 above and § 4 below).

## Reports

**Grant Recipients.** Starting by January 1, 2023, and annually for five years after receiving a grant, the bill requires a grant recipient to submit a report to the commissioner on the status of its broadband service deployment and other information deemed relevant by the commissioner.

**DEEP Annual Report to the Governor.** The bill requires DEEP, starting by December 1, 2022, to biennially report to the governor on (1) the broadband deployment grants awarded; (2) the status and progress made towards a state-wide goal of attaining universal access to

broadband download speeds of one gigabit per second and broadband upload speeds of 100 megabits per second; and (3) broadband service adoption rates, the price and non-price barriers to broadband adoption, and digital equity. The report must also include recommendations to overcome those barriers and at least address issues of digital literacy and affordability.

DEEP must prepare the report in consultation with OPM, the Office of State Broadband, the Commission for Educational Technology, and other state agencies deemed appropriate by the DEEP commissioner.

Under the bill, "digital equity" is a condition in which all individuals and communities have the information technology capacity needed to participate in society, democracy, and the state's economy. "Digital literacy" is the ability to use information and communication technologies to find, evaluate, create, and communicate information, requiring both cognitive and technical skills.

## § 4 — FEDERAL FUNDING OPPORTUNITIES

The bill requires DEEP to maintain on its website a public listing of federal funding opportunities to facilitate deploying broadband service in the state. Then, within 90 days after each opportunity is listed, each broadband provider must notify DEEP whether it applied or intends to apply for the opportunity. The notification must be in a form and manner DEEP prescribes and to the extent allowed under applicable federal law, rules, or guidelines.

If the provider intends to apply for the funding opportunity, the bill also requires it to notify DEEP, in a form and manner that DEEP prescribes, about the municipalities where broadband deployment would be facilitated. Each provider that applies for the funding must also provide DEEP with a copy of the application, to the extent allowed under federal law, rules, or guidelines. The bill deems these applications a trade secret and exempt from public disclosure under FOIA.

If the provider did not apply or does not intend to do so, it must

notify DEEP about the reasons for its determination, to the extent allowed under applicable federal law, rules, or guidelines, in a form and manner that DEEP prescribes.

## § 5 — UNDERGROUND CONDUIT

The bill requires PURA, by January 1, 2022, to initiate an uncontested proceeding to develop a process for constructing facilities in the public highways, streets, or other public rights-of-way to ensure timely and nondiscriminatory procedures that accomplish conduit excavations for telecommunications service providers and broadband providers.

It requires PURA to impose certain requirements on broadband providers when they apply to build underground facilities that will contain conduit for telecommunications service providers or broadband providers (presumably, this must occur as part of the process PURA develops). PURA must condition its approval on meeting the following requirements:

- 1. the size of the conduit must be consistent with industry best practices and sufficient to accommodate potential demand;
- 2. handholes and manholes for fiber optic cable access and pulling, respectively, must be placed at intervals consistent with industry best practices;
- 3. the conduit must be installed with a pull tape and capable of supporting additional fiber optic cable;
- 4. the applicant must notify telecommunications service providers and broadband providers about the proposed excavation to reduce the potential for future street excavations in the same location;
- a telecommunications service provider or broadband provider, upon request, must be able to access the conduit on a competitively neutral and nondiscriminatory basis, and for a charge that does not exceed a cost-based rate;

6. the applicant must report to PURA upon completion to verify that it has complied with the above requirements; and

7. any other condition PURA deems prudent and reasonable.

## Excavations in State Highway Rights-of-Way

For excavations in the state highway rights-of-way, the bill requires the applicant to comply with the Department of Transportation's (DOT) encroachment permit process, including paying any applicable fees. Under the bill, an application for construction in the public highways, streets, or other public rights-of-way must require the applicant to install a conduit for DOT's benefit, as required by law.

The bill authorizes the DOT commissioner to lease space or enter into a contract or agreement to permit access to the space in any conduit installed by DOT in the public highways, streets, or other public rights-of-way. The lease or contract may be on the terms and conditions, and for any purpose, that the commissioner deems to be in the public interest. The bill specifies that it does not limit DOT's use of conduits on public highways, streets, or other public rights-of-way as otherwise permitted by law.

## **Provision Coverage & Penalties**

Under the bill, all telecommunications service providers and broadband providers that PURA authorizes to install facilities in, under, or over the public highways, streets, or other public rights-of-way must obey, observe, and comply with these provisions on underground conduits and PURA's applicable orders about them. Failure to comply may result in a civil penalty levied by PURA as allowed under existing law. Under the bill, these fines cannot be recovered in any rate proceeding conducted by PURA.

#### § 6 — ACCESS TO OCCUPIED BUILDINGS

The bill gives each broadband provider the same right of access to an "occupied building" as telecommunications service providers have under current law. Under the bill, an "occupied building" is a building

or a part of a building that is rented, leased, hired out, arranged or designed to be occupied, or is occupied (1) as the home or residence of at least three families living independently of each other; (2) as the place of business of at least three businesses conducting business independently of each other; or (3) by any combination of at least three independent families and businesses. It includes trailer parks, mobile manufactured home parks, nursing homes, hospitals, and condominium associations.

In effect this requires, among other things, an occupied building's owner to allow wiring to provide broadband service in the building if: (1) a tenant requests services from the broadband provider; (2) the entire cost of the wiring is assumed by the provider; and (3) the provider indemnifies and holds the owner harmless for any damages caused by the wiring.

## § 7 — STATE BUILDING CODE

The bill requires the state building inspector and the Codes and Standards Committee to revise the State Building Code so that it requires buildings that qualify as a new construction or a major alteration of a commercial or multi-family building to include a minimum infrastructure requirement to support broadband service. The inspector and committee must define these requirements in the revisions. (The bill does not establish a deadline for this revision.)

#### § 8 — PUBLIC UTILITY CONTROL FUND

Under current law, the administrative costs of PURA, the Office of Consumer Counsel (OCC), and DEEP's Bureau of Energy and Technology are funded through assessments on public service companies, telephone companies, certified telecommunications providers, retail electric suppliers, and certified competitive video service providers that had more than \$100,000 in gross revenues in the state in the preceding calendar year. PURA annually assesses each company for its share of expenses for OCC, DEEP's energy bureau, and PURA.

The bill expands the assessment to also cover OPM's expenses related to the bill's provisions on broadband mapping and the broadband deployment grant program (see §§ 2 & 3).

#### **BACKGROUND**

## Certified Competitive Video Service Provider

By law, a certified competitive video service provider is an entity providing video service under a PURA-issued certificate of video franchise authority (e.g., AT&T's U-Verse service) (CGS § 16-1(a)(41)). A certificate of video franchise authority grants the right to own, lease, maintain, operate, manage, or control facilities in, under or over any public highway to offer video service to any subscribers in the state (CGS § 16-1(a)(42)).

## Certificate of Cable Franchise Authority

By law, a certificate of cable franchise authority is a PURA-issued authorization giving a cable-TV company the right to own, lease, maintain, operate, manage or control a cable-TV system in, under or over any public highway to (a) offer cable-TV service in its designated franchise area, or (b) use the public rights-of-way to offer video service in a designated franchise area (CGS § 16-1(a)(43)).

#### **Certified Telecommunications Provider**

By law, a certified telecommunications provider is an entity certified by PURA to provide intrastate telecommunications services (CGS § 16-1(a)(32)).

## Distressed Municipalities

By law, the Department of Economic and Community Development commissioner must annually designate distressed municipalities based on a combination of economic, education, demographic, and housing criteria. In 2020, she designated the following 25 municipalities as distressed: Ansonia, Bridgeport, Bristol, Chaplin, Derby, East Hartford, East Haven, Griswold, Hartford, Meriden, Montville, New Britain, New Haven, New London, Norwich, Preston, Putnam, Sprague, Stratford, Torrington, Voluntown, Waterbury, West Haven, Winchester, and

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Windham.

## **COMMITTEE ACTION**

**Energy and Technology Committee** 

Appropriations Committee

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